LEGISLATIVE SERVICES AGENCY

OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

FISCAL IMPACT STATEMENT

NOTE PREPARED: Jan 16, 2013

BILL NUMBER: HB 1184 BILL AMENDED:

SUBJECT: Sewer Rates for Multipurpose Buildings.

FIRST AUTHOR: Rep. Smith V BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> For purposes of the statute governing sanitation districts in certain municipalities, the bill provides that in establishing sewer fees, a district must provide for:

- (1) the apportionment or proration of fees assessed with respect to a multipurpose building in a manner that recognizes the different purposes to which the multipurpose building is put; or
- (2) the application of different fee schedules or classifications of fees to the individual units or parts of a multipurpose building in a manner that recognizes the primary purpose of the individual units or parts.

The bill provides that any schedule of fees that:

- (1) is adopted by a district before May 13, 2013; and
- (2) does not comply with the requirements with respect to multipurpose buildings; shall, not later than September 30, 2013, be changed or amended to comply with the requirements.

Effective Date: Upon passage.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The bill could lead to an indeterminate increase in costs for sanitation districts in certain municipalities to provide for an apportionment or proration of fees assessed on a

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multipurpose building or application of different fee schedules or classifications for different parts of a multipurpose building. The bill also could result in a minimal cost to amend a fee schedule to comply with the requirements concerning multipurpose buildings.

<u>Background:</u> The bill would apply to a second class city in LaPorte County, the municipalities in Lake County, any other second class city where the legislative body has adopted the chapter by ordinance, and to the public works department and board of public works of a consolidated city.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Sanitation districts.

Information Sources:

Fiscal Analyst: Karen Firestone, 317-234-2106.

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